



# National Electric Power Regulatory Authority

Islamic Republic of Pakistan

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E-mail: registrar@nepra.org.pk

Registrar

No. NEPRA/TRF-46/NPGCL-2005/7887-7889

September 08, 2011

**Subject: Decision of the Authority in the Matter of Adjustment of the Non-Escalable Component of Capacity Part of Tariff Relating to Tax (valid for the month of August 2011 only) for Northern Power Generation Company Ltd. (NPGCL) (Case No. NEPRA/TRF-46/NPGCL-2005) - Intimation of Decision of Tariff pursuant to Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997)**

Dear Sir,

Please find enclosed herewith the decision of the Authority along with schedule of tariff (Annex-I) (02 pages) regarding adjustment of the non-escalable component of capacity part relating to tax valid for the month of August 2011 for Northern Power Generation Company Ltd. (NPGCL) in Case No. NEPRA/TRF-46/NPGCL-2005.

2. The decision is being intimated to the Federal Government for the purpose of notification of adjustment in the approved tariff through the official Gazette pursuant to Section 31(4) of the Regulation of Generation, Transmission and Distribution of Electric Power Act (XL of 1997) and Rule 16(11) of the National Electric Power Regulatory Authority Tariff (Standards and Procedure) Rules, 1998.

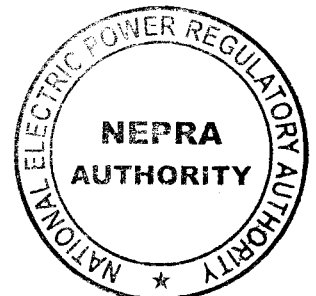
3. Please note that revised schedule of tariff attached to the decision as Annex-I is required to be notified in the official Gazette.

Enclosure: As above

Secretary  
Ministry of Water & Power  
'A' Block, Pak Secretariat  
Islamabad

CC: 1. Secretary, Cabinet Division, Cabinet Secretariat, Islamabad.  
2. Secretary, Ministry of Finance, Islamabad.

( Syed Safeer Hussain )





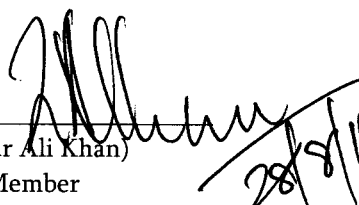
**DECISION OF THE AUTHORITY IN THE MATTER OF ADJUSTMENT OF THE NON-ESCALABLE COMPONENT OF CAPACITY PART OF TARIFF RELATING TO TAX FOR NPGCL**

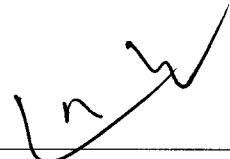
Pursuant to the Authority's decision dated May 02, 2006 in respect of generation tariff for Northern Power Generation Company Ltd. (NPGCL), the Non-Escalable part of Capacity Purchase Price has been adjusted for the month of August 2011 to cater for the Advance Income Tax amounting to Rs. 169,898,385/- paid to the Federal Government by NPGCL for 4<sup>th</sup> quarter of Tax Year 2010-11 u/s 147 of Income Tax Ordinance 2001. This adjustment on account of tax payment shall only be applicable for the month of August 2011 and all the remaining components of the Non-Escalable capacity charge will remain the same. The Non-Escalable part of Capacity Purchase Price of (NPGCL) tariff is accordingly been revised, as indicated hereunder:

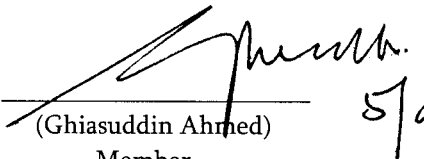
Capacity Purchase Price		CPP Payable only for the month of August 2011 (Rs./kW/Month)
A	Escalable Component	69.4892
	Non-Escalable Component(CPP)	
	Depreciation	58.2696
	Interest payment for long term loan	6.6560
	Return on Equity	117.2630
	Tax	108.3536
B	Total Non-Escalable Component(CPP)	290.5422
	Total Capacity Purchase Price (A+B)	360.0313

The revised tariff shall become immediately applicable as mentioned in S.R.O 997(I)/2006 dated September 20, 2006, subject to any difference in the tariff notified by the Federal Government as per section 31 (4) of the National Electric Power Regulatory Authority Act, 1997. In case the notified rate is different from the one already allowed for the immediate application the requisite adjustment in tariff shall be made as soon as possible but not later than the succeeding billing month. The revised Non-Escalable part of (NPGCL) tariff relating to tax to be notified in the official Gazette is attached as **Annex-I**.

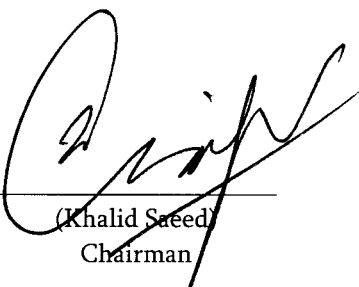
**AUTHORITY**

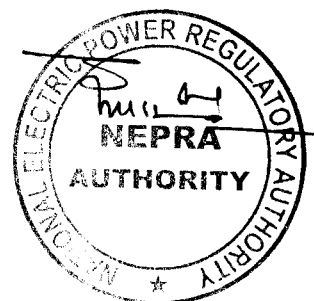
  
(Zafar Ali Khan)  
Member

  
(Maqbool Ahmad Khawaja)  
Member

  
(Ghiasuddin Ahmed)  
Member

  
(Shaukat Ali Kundi) 06.09.2011  
Vice Chairman

  
(Khalid Saeed)  
Chairman



**Decision of the Authority in the Matter of Adjustment of the Non-Escalable Component of Capacity Part of the  
Tariff Relating to Tax for NPGCL, Valid for the Month of August 2011**

Capacity Purchase Price		Reference	Current	CPP Payable only for the month of August 2011
		(Rs./kW/Month)	(Rs./kW/Month)	(Rs./kW/Month)
<b>A</b>	<b>Escalable Component</b>	<b>37.1854</b>	<b>69.4892</b>	<b>69.4892</b>
	<b>Non-Escalable Component(CPP)</b>			
	Depreciation	58.2696	58.2696	58.2696
	Interest payment for long term loan	6.6560	6.6560	6.6560
	Return on Equity	117.2630	117.2630	117.2630
	Tax	-		108.3536
<b>B</b>	<b>Total Non-Escalable Component(CPP)</b>	<b>182.1886</b>	<b>182.1886</b>	<b>290.5422</b>
	<b>Total Capacity Purchase Price (A+B)</b>	<b>219.3739</b>	<b>251.6778</b>	<b>360.0313</b>

*Mr*



*Safdar*